



**Joint Proposal between Power Business Line (PBL) and
Transmission Business Line (TBL) for NT Rights**

1. TBL, PBL and the Network (NT) customers will define NT rights based on a forecast of the monthly peak NT loads and an H/K calculation methodology currently being used to determine ATC.
 - These inputs will be used to determine demand limits for service to NT loads over each constrained path on the Network, based on a power flow analysis.
 - The inputs will not include any portion of Federal resources that are committed for sale to PBL's grand fathered obligations or point to point (PTP) sales, or to other PTP customers.
2. Use of resources other than Network Resources, and use of any ATC above the demand limits for service to NT customers will be treated as Secondary Service from other than Network Resources under the Tariff.
3. PBL will manage the federal generation so that use of that generation to serve NT Loads stays within the demand limits over each constrained path, based on power flow analyses, or PBL will acquire Secondary Service. It is PBL's responsibility to manage the generation to serve the NT loads even if NT loads exceed the monthly peak forecast. TBL will limit PBL use of constrained paths to the demand limits, but will not limit specific federal Network Resources unless limiting specific resources is needed to maintain local reliability because of local outages.
4. If TBL is unable to provide service that is within the demand limits, the re-dispatch and curtailment provisions of the Tariff will be utilized.
5. TBL will not limit PBL's ability to make surplus firm sales provided PBL acquires transmission for such sales in accordance with the Tariff.
6. The demand limits over constrained paths will be established annually to document
 - Changes in NT load
 - Any new designated network resources
7. PBL will provide TBL with planning data on resource operation for the federal "base" resources on a long and short-term basis.